

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 6529

BILL NUMBER: SB 327

NOTE PREPARED: Dec 13, 2005

BILL AMENDED:

SUBJECT: Kids First License Plate Fund Distribution.

FIRST AUTHOR: Sen. Merritt

BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: This bill changes the distribution of fees from the Kids First Trust license plate special account. The bill provides that the first \$29,000 of fees collected each month is to be distributed to Prevent Child Abuse, Indiana, Inc., and that the balance in the account is to be distributed to the Kids First Trust Fund.

Effective Date: July 1, 2006.

Explanation of State Expenditures:

Explanation of State Revenues: Changing the distribution of the first \$29,000 collected each month from sales of the Kids First Trust license plate will mean a \$348,000 annual reduction in revenue to the Indiana Kids First Trust Fund (the current recipient of the fees) with a corresponding increase in annual revenue to Prevent Child Abuse, Indiana, Inc.

Below is a table which shows the annual sales of the Kids First Trust license plate, along with the revenue generated by the \$25 fee.

YEARS	SALES	FEE REVENUE (\$25 per plate)
CY 2002	57,482	\$1,437,050
CY 2003	56,773	\$1,419,325
CY 2004	52,764	\$1,319,100
Three-Year Average	55,673	\$1,391,825

Background Information on Kids First Trust Fund: The Indiana Children's Trust Fund was established by the Indiana General Assembly in 1994. Legislation called for the design and issuance of a Children's Trust Fund license plate. "Kids First" license plates became available in January 1995. The Children's Trust Fund receives their monies from the sale of the "Kids First" license plates. This money is then granted annually to community programs throughout the state for projects addressing the prevention of child abuse and neglect. In July of 2003, the name of the Children's Trust Fund was changed to the Kids First Trust Fund.

The Indiana Kids First Trust Fund Board provides annual grants to not-for-profit organizations for the purpose of (a) promoting public awareness of child abuse and neglect; (b) informing, educating, and training about child abuse and neglect; or (c) promoting public awareness of child abuse and neglect and how it can be prevented.

In FY 2005, the Kids First Trust Fund provided funding to approximately 55 different agencies in the state. The Fund Board reports that it administers approximately \$1 M in grant money annually. In FY 2006, the Board will be awarding its \$1 M to the Department of Child Services (DCS) for implementation and maintenance of its prevention programs.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Bureau of Motor Vehicles; Family and Social Services Administration.

Local Agencies Affected:

Information Sources: Bureau of Motor Vehicles Cash Audit for the years listed.

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